

1 HISTORY, ARTS AND LIBRARIES

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3  
4 EXECUTIVE BUDGET BILL

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6 A bill to make appropriations for the department of history,  
7 arts and libraries for the fiscal year ending September 30, 2008;  
8 to provide for the expenditure of those appropriations; to provide  
9 for the disposition of fees and other income received by the state  
10 agencies; to create funds; to provide for the disbursement of  
11 certain grants; to provide for reports; to prescribe powers and  
12 duties of certain state departments and certain state and local  
13 agencies and officers.

14  
15 THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

16 PART 1

17 LINE-ITEM APPROPRIATIONS

18 Sec. 101. Subject to the conditions set forth in this bill,  
19 the amounts listed in this part are appropriated for the department  
20 of history, arts and libraries for the fiscal year ending September  
21 30, 2008, from the funds indicated in this part. The following is a  
22 summary of the appropriations in this part:

23 DEPARTMENT OF HISTORY, ARTS AND LIBRARIES

24 APPROPRIATION SUMMARY:

25 Full-time equated unclassified positions .....6.0  
26 Full-time equated classified positions .....228.0  
27 GROSS APPROPRIATION..... \$ 47,453,400  
28 Interdepartmental grant revenues:  
29 Total interdepartmental grants and intradepartmental  
30 transfers ..... 139,200  
31 ADJUSTED GROSS APPROPRIATION..... \$ 47,314,200  
32 Federal revenues:

1	Total federal revenues.....	7,307,400
2	Special revenue funds:	
3	Total local revenues.....	0
4	Total private revenues.....	112,400
5	Total other state restricted revenues.....	2,645,600
6	State general fund/general purpose..... \$	37,248,800
7	<b>Sec. 102. DEPARTMENT OPERATIONS</b>	
8	Full-time equated unclassified positions .....6.0	
9	Full-time equated classified positions .....32.0	
10	Unclassified salaries..... \$	222,300
11	Management services--31.0 FTE positions.....	2,786,400
12	Building occupancy charges and rent.....	3,277,800
13	Worker's compensation.....	9,000
14	Office of film and television services--1.0 FTE	
15	position .....	180,300
16	Human resources optimization user charges.....	<u>16,500</u>
17	GROSS APPROPRIATION..... \$	6,492,300
18	Appropriated from:	
19	Special revenue funds:	
20	State general fund/general purpose..... \$	6,492,300
21	<b>Sec. 103. INFORMATION TECHNOLOGY</b>	
22	Information technology services and projects.....	<u>\$ 1,099,200</u>
23	GROSS APPROPRIATION..... \$	1,099,200
24	Appropriated from:	
25	Special revenue funds:	
26	Mackinac Island state park fund.....	47,000
27	State general fund/general purpose..... \$	1,052,200
28	<b>Sec. 104. MICHIGAN COUNCIL FOR ARTS AND CULTURAL</b>	
29	<b>AFFAIRS</b>	

1	Full-time equated classified positions .....	3.0	
2	Administration--3.0 FTE positions.....		\$ 304,400
3	Arts and cultural grants.....		<u>10,144,300</u>
4	GROSS APPROPRIATION.....		\$ 10,448,700
5	Appropriated from:		
6	Federal revenues:		
7	NFAH-NEA, promotion of the arts, partnership		
8	agreements .....		700,000
9	Special revenue funds:		
10	State general fund/general purpose.....		\$ 9,748,700
11	<b>Sec. 105. MACKINAC ISLAND STATE PARK COMMISSION</b>		
12	Full-time equated classified positions .....	39.0	
13	Mackinac Island park operation--24.3 FTE positions....		\$ 1,544,100
14	Historical facilities system--14.7 FTE positions.....		<u>1,948,500</u>
15	GROSS APPROPRIATION.....		\$ 3,492,600
16	Appropriated from:		
17	Federal revenues:		
18	Federal funds.....		200,000
19	Special revenue funds:		
20	Mackinac Island state park operation fund.....		160,200
21	Mackinac Island state park fund.....		1,566,000
22	State general fund/general purpose.....		\$ 1,566,400
23	<b>Sec. 106. MICHIGAN HISTORICAL PROGRAM</b>		
24	Full-time equated classified positions .....	83.0	
25	Historical administration and services--71.0 FTE		
26	positions .....		\$ 5,812,800
27	Federal programs--12.0 FTE positions.....		850,000
28	Heritage publications.....		700,000
29	Private grants and gifts.....		112,400

1	Thunder Bay national marine sanctuary and underwater	
2	preserve .....	<u>202,000</u>
3	GROSS APPROPRIATION.....	\$ 7,677,200
4	Appropriated from:	
5	Interdepartmental grant revenues:	
6	IDG-MDOT, comprehensive transportation fund.....	3,800
7	IDG-MDOT, state aeronautics fund.....	2,300
8	IDG-MDOT, state trunkline fund.....	133,100
9	Federal revenues:	
10	DOI-NPS, historic preservation grants-in-aid.....	850,000
11	Special revenue funds:	
12	Private - grants and gifts.....	10,000
13	Private - Mann house trust fund.....	102,400
14	Game and fish protection fund.....	3,700
15	Heritage publication fund.....	700,000
16	Marine safety fund.....	400
17	Special revenue, internal service and pension trust...	49,200
18	State lottery fund.....	19,100
19	State services fee fund.....	12,300
20	Waterways fund.....	800
21	State general fund/general purpose.....	\$ 5,790,100
22	<b>Sec. 107. LIBRARY OF MICHIGAN</b>	
23	Full-time equated classified positions .....71.0	
24	Collected gifts and fees.....	\$ 86,900
25	Library of Michigan operations--71.0 FTE positions....	6,022,600
26	Library services and technology act.....	5,557,400
27	State aid to public libraries.....	6,071,500
28	Subregional state aid.....	<u>505,000</u>
29	GROSS APPROPRIATION.....	\$ 18,243,400

Appropriated from:

Federal revenues:

Library services and technology act.....	5,557,400
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Special revenue funds:

User fees .....	86,900
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State general fund/general purpose .....	\$	12,599,100
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## PART 2

## PROVISIONS CONCERNING APPROPRIATIONS

## GENERAL SECTIONS

Sec. 201. Pursuant to section 30 of article IX of the state constitution of 1963, total state spending from state resources under part 1 for fiscal year 2007-2008 is \$39,894,400.00 and state spending from state resources to be paid to local units of government for fiscal year 2007-2008 is \$7,987,400.00. The itemized statement below identifies appropriations from which spending to units of local government will occur:

## DEPARTMENT OF HISTORY, ARTS AND LIBRARIES

Arts and cultural grants .....	\$	1,410,900
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State aid to public libraries.....	6,071,500
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Subregional state aid.....	505,000
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Total department of history, arts and libraries.....	\$	7,987,400
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Sec. 202. The appropriations authorized under this bill are subject to the management and budget act, 1984 PA 431, MCL 18.1101 to 18.1594.

Sec. 203. As used in this bill:

(a) "Department" means the department of history, arts and libraries.

1 (b) "Director" means the director of the department of  
2 history, arts and libraries.

3 (c) "DOI-NPS" means the United States department of interior,  
4 national park service.

5 (d) "Fiscal agencies" means the house fiscal agency and the  
6 senate fiscal agency.

7 (e) "FTE" means full-time equated.

8 (f) "IDG" means interdepartmental grant.

9 (g) "MCACA" means the Michigan council for arts and cultural  
10 affairs.

11 (h) "MDOT" means the Michigan department of transportation.

12 (i) "NEA" means the national endowment for the arts.

13 (j) "NFAH" means the national foundation of the arts and the  
14 humanities.

15 (k) "Subcommittees" means all members of the appropriate  
16 subcommittees of the senate and house of representatives  
17 appropriations committees.

18 Sec. 204. The department of civil service shall bill the  
19 departments and agencies at the end of the first fiscal quarter for  
20 the 1% charge authorized by section 5 of article XI of the state  
21 constitution of 1963. Payments shall be made for the total amount  
22 of the billing by the end of the second fiscal quarter.

23 Sec. 205. (1) A hiring freeze is imposed on the state  
24 classified civil service. State departments and agencies are  
25 prohibited from hiring any new full-time state classified civil  
26 service employees and prohibited from filling any vacant state  
27 classified civil service positions. This hiring freeze does not  
28 apply to internal transfers of classified employees from 1 position  
29 to another within a department.

1           (2) The state budget director may grant exceptions to this  
2 hiring freeze when the state budget director believes that the  
3 hiring freeze will result in rendering a state department or agency  
4 unable to deliver basic services, cause a loss of revenue to the  
5 state, result in the inability of the state to receive federal  
6 funds, or would necessitate additional expenditures that exceed any  
7 savings from maintaining a vacancy. The state budget director  
8 shall report quarterly to the chairpersons of the senate and house  
9 of representatives standing committees on appropriations the number  
10 of exceptions to the hiring freeze approved during the previous  
11 quarter and the reasons to justify the exception.

12           Sec. 208. The department shall use the Internet to fulfill the  
13 reporting requirements of this bill. This requirement may include  
14 transmission of reports via electronic mail to the recipients  
15 identified for each reporting requirement, or it may include  
16 placement of reports on an Internet or Intranet site.

17           Sec. 209. Funds appropriated in part 1 shall not be used for  
18 the purchase of foreign goods or services, or both, if  
19 competitively priced and of comparable quality American goods or  
20 services, or both, are available. Preference should be given to  
21 goods or services, or both, manufactured or provided by Michigan  
22 businesses if they are competitively priced and of comparable  
23 quality.

24           Sec. 211. The department shall establish and maintain  
25 affirmative action programs based on guidelines developed by the  
26 state equal opportunity workforce planning council which was  
27 created by Executive Order No. 1996-13 in order to receive general  
28 fund/general purpose dollars.

1       Sec. 213. From the funds appropriated in part 1 for  
2 information technology, the department shall pay user fees to the  
3 department of information technology for technology-related  
4 services and projects. Such user fees shall be subject to  
5 provisions of an interagency agreement between the department and  
6 the department of information technology.

7       Sec. 214. Amounts appropriated in part 1 for information  
8 technology may be designated as work projects and carried forward  
9 to support technology projects under the direction of the  
10 department of information technology. Funds designated in this  
11 manner are not available for expenditure until approved as work  
12 projects under section 451a of the management and budget act, 1984  
13 PA 431, MCL 18.1451a.

14       Sec. 215. (1) The department may provide and enter into  
15 agreements to provide general services, training, meetings,  
16 information, special equipment, software, and facility use, and  
17 technical consulting services to other principal executive  
18 departments, state agencies, local units of government, the  
19 judicial branch of government, other organizations, and patrons of  
20 department facilities. Fees for services shall be reasonably  
21 related to the cost of providing the services and shall be used to  
22 offset the costs of the services. The department may receive and  
23 expend funds in addition to those authorized in part 1 which may  
24 include, but are not limited to, the following:

25       (a) Supplying census-related information and technical  
26 services, publications, statistical studies, population projections  
27 and estimates, and other demographic products.

28       (b) Microfilming and other document and data imaging services,  
29 media, storage, and copies.



1 (c) Patron copier and document reproduction services and  
2 copies.

3 (d) Conferences, training classes, exhibits, programs, and  
4 workshops conducted as part of the department's mission.

5 (e) Use of specialized equipment, facilities, and software  
6 that permit distance learning and meetings, and group decision  
7 making.

8 (f) Special services including the rental of department  
9 exhibits and collections.

10 (g) Application fees.

11 (h) Grants, gifts, and bequests, including those for capital  
12 projects.

13 (2) The funds received under this section shall be deposited  
14 into and expended from the history, arts and libraries fund  
15 established in section 216 of this bill.

16 Sec. 216. A fund known as the history, arts and libraries  
17 fund is created in the department. The fund shall be used to  
18 receive and expend funds in addition to those authorized in part 1.  
19 All funds are allocated for expenditure upon receipt. The fund  
20 balance may be carried forward for expenditure in subsequent fiscal  
21 years.

22 Sec. 217. (1) Due to the current budgetary problems in this  
23 state, out-of-state travel shall be limited to situations in which  
24 1 or more of the following conditions apply:

25 (a) The travel is required by legal mandate or court order or  
26 for law enforcement purposes.

27 (b) The travel is necessary to protect the health or safety of  
28 Michigan citizens or visitors or to assist other states in similar  
29 circumstances.

1 (c) The travel is necessary to produce budgetary savings or to  
2 increase state revenues, including protecting existing federal  
3 funds or securing additional federal funds.

4 (d) The travel is necessary to comply with federal  
5 requirements.

6 (e) The travel is necessary to secure specialized training for  
7 staff that is not available within this state.

8 (f) The travel is financed entirely by federal or nonstate  
9 funds.

10 (2) If out-of-state travel is necessary but does not meet 1 or  
11 more of the conditions in subsection (1), the state budget director  
12 may grant an exception to allow the travel. Any exceptions granted  
13 by the state budget director shall be reported on a monthly basis  
14 to the senate and house of representatives standing committees on  
15 appropriations.

16 (3) Not later than January 1 of each year, each department  
17 shall prepare a travel report listing all travel by classified and  
18 unclassified employees outside this state in the immediately  
19 preceding fiscal year that was funded in whole or in part with  
20 funds appropriated in the department's budget. The report shall be  
21 submitted to the chairs and members of the senate and house of  
22 representatives standing committees on appropriations, the fiscal  
23 agencies, and the state budget director. The report shall include  
24 the following information:

25 (a) The name of each person receiving reimbursement for travel  
26 outside this state or whose travel costs were paid by this state.

27 (b) The destination of each travel occurrence.

28 (c) The dates of each travel occurrence.

1 (d) A brief statement of the reason for each travel  
2 occurrence.

3 (e) The transportation and related costs of each travel  
4 occurrence, including the proportion funded with state general  
5 fund/general purpose revenues, the proportion funded with state  
6 restricted revenues, the proportion funded with federal revenues,  
7 and the proportion funded with other revenues.

8 (f) A total of all out-of-state travel funded for the  
9 immediately preceding fiscal year.

10 Sec. 222. The director shall take all reasonable steps to  
11 ensure businesses in deprived and depressed communities compete for  
12 and perform contracts to provide services or supplies, or both.

13 The director shall strongly encourage firms with which the  
14 department contracts to subcontract with certified businesses in  
15 depressed and deprived communities for services, supplies, or both.

16 Sec. 223. (1) In addition to the funds appropriated in part 1,  
17 there is appropriated an amount not to exceed \$2,000,000.00 for  
18 federal contingency funds. These funds are not available for  
19 expenditure until they have been transferred to another line item  
20 in this bill under section 393(2) of the department of management  
21 and budget act, 1984 PA 431, MCL 18.1393.

22 (2) In addition to the funds appropriated in part 1, there is  
23 appropriated an amount not to exceed \$1,000,000.00 for state  
24 restricted contingency funds. These funds are not available for  
25 expenditure until they have been transferred to another line item  
26 in this bill under section 393(2) of the department of management  
27 and budget act, 1984 PA 431, MCL 18.1393.

28 (3) In addition to the funds appropriated in part 1, there is  
29 appropriated an amount not to exceed \$100,000.00 for local

1 contingency funds. These funds are not available for expenditure  
2 until they have been transferred to another line item in this bill  
3 under section 393(2) of the department of management and budget  
4 act, 1984 PA 431, MCL 18.1393.

5 (4) In addition to the funds appropriated in part 1, there is  
6 appropriated an amount not to exceed \$750,000.00 for private  
7 contingency funds. These funds are not available for expenditure  
8 until they have been transferred to another line item in this bill  
9 under section 393(2) of the department of management and budget  
10 act, 1984 PA 431, MCL 18.1393.

11  
12 **MICHIGAN COUNCIL FOR ARTS AND CULTURAL AFFAIRS**

13 Sec. 401. (1) The MCACA in the department shall administer the  
14 arts and cultural grants appropriated in part 1.

15 (2) The MCACA shall render fair and independent decisions  
16 concerning arts and cultural grant requests and shall do all of the  
17 following:

18 (a) Use published criteria to evaluate program quality,  
19 including all of the following:

20 (i) The department's intended goals and outcomes for each  
21 program.

22 (ii) The department's quantifiable measures of success in  
23 meeting the intended goals and outcomes.

24 (b) Seek to award grants on an equitable geographic basis to  
25 the extent possible given the quality of grant applications  
26 received.

27 (c) Give priority to projects that serve multiple counties,  
28 leverage significant additional public and private investment, or

1 demonstrate a significant potential to increase tourism or attract  
2 or retain businesses or residents.

3 (3) The MCACA shall not award a grant unless the proposed  
4 grant recipient agrees to both of the following:

5 (a) The grant will not be used to fund a project or activity  
6 that includes a display of human waste on religious symbols, a  
7 display of a sex act, or a depiction of flag desecration.

8 (b) Grant funding will not be used to create or promote a  
9 specific work that includes a display or depiction for which  
10 funding is prohibited under subdivision (a).

11 (4) The MCACA shall provide for fair, equitable, and efficient  
12 distribution of funds granted through the regional regranting  
13 program. The MCACA shall provide for an annual assessment of grant  
14 management and distribution of mini-grant awards by designated  
15 regional regranting agencies and review the methodology employed.

16 (5) The MCACA shall continue and expand its efforts to  
17 encourage and support nonprofit arts and cultural organizations to  
18 transition from solely volunteer-based organizations to  
19 professionally directed operations. Criteria for support include  
20 the requirement of collaboration between these organizations and  
21 other community organizations.

22 (6) The department shall withhold undistributed grant payments  
23 from a grant recipient who violates the terms of the agreement  
24 required under subsection (3) and may disqualify the grant  
25 recipient from award of future grants for a period of not more than  
26 3 years.

27 Sec. 402. The MCACA may award grants to counties, cities,  
28 villages, townships, community foundations and organizations in the  
29 following categories:

1 (a) Anchor organization program for organizations that serve  
2 regional and statewide audiences. Anchor organizations shall  
3 demonstrate a commitment to education, to mentoring smaller  
4 organizations, and to reaching underserved audiences.

5 (b) Arts projects program.

6 (c) Arts and learning program.

7 (d) Artists in residence for education program.

8 (e) Arts organization development program.

9 (f) Capital improvement program.

10 (g) Local arts agencies services program.

11 (h) Regional regranting program.

12 (i) Partnership program.

13 (j) Rural arts and cultural program.

14 (k) Cultural and history projects program.

15 (l) Discretionary grants program.

16 (m) Cultural and ethnic heritage centers and museums.

17 Sec. 403. (1) From the state funds appropriated in part 1 for  
18 arts and cultural grants, no one organization may receive more than  
19 16% of this funding.

20 (2) The MCACA shall make every effort to provide total grant  
21 awards in the anchor organization program at a level not to exceed  
22 70% of the total amount appropriated for arts and cultural grants.

23 (3) As documented in the audit report that is submitted as  
24 part of the grant application process, the total of all grants  
25 awarded to any organization receiving grants within the anchor  
26 organization program may not exceed 15% of their "total  
27 unrestricted revenues, gains, and other support," as defined by the  
28 financial accounting standards board in the accounting standards

1 for not-for-profit organizations or equivalent accounting standards  
2 for other types of eligible organizations.

3 (4) Before any amount appropriated for arts and cultural  
4 grants in part 1 may be expended for a grant to an eligible  
5 recipient, the department shall execute a grant agreement with the  
6 recipient. The grant agreement shall identify the projects funded,  
7 specify the category in section 402 under which the grant is  
8 awarded, and include the prohibitions and sanctions identified in  
9 section 401(3) and (6).

10 Sec. 404. Grant applicants must meet and adhere to the  
11 following requirements:

12 (a) Each applicant shall pay a nonrefundable application fee  
13 of \$300.00 or 3% of the desired grant amount, whichever is less.  
14 Application fees received shall be deposited in the history, arts  
15 and libraries fund established in section 216. The department may  
16 use the application fee to offset its direct and indirect costs.

17 (b) An applicant for a grant under the anchor organization  
18 program shall submit with the application the applicant's most  
19 recent annual audit report which states their "total unrestricted  
20 revenues, gains, and other support," as defined by the financial  
21 accounting standards board in the accounting standards for not-for-  
22 profit organizations or equivalent accounting standards for other  
23 types of eligible organizations. The audit report must cover an  
24 audit period that ends within 18 months of the date of the  
25 application.

26 (c) Each applicant shall identify proposed matching funds from  
27 local and/or private sources on a dollar-for-dollar basis. The  
28 dollar-for-dollar match may include the reasonable value of

1 services, materials, and equipment as allowed under the federal  
2 internal revenue code for charitable contributions.

3 Sec. 405. Each grant recipient shall provide the MCACA with  
4 the following:

5 (a) Proof of the entire amount of the matching funds,  
6 services, materials, or equipment by the end of the award period.

7 (b) Within 30 days following the end of the grant period, a  
8 final report that includes the following:

9 (i) Project revenues and expenditures including grant matching  
10 fund amounts.

11 (ii) Number of patrons attracted or benefiting during the  
12 grant period.

13 (iii) A narrative summary of each project.

14 (c) By April 7 of the grant year, each recipient of a grant  
15 greater than \$100,000.00 shall submit an interim report that  
16 includes the items identified in subdivision (b).

17 Sec. 406. The department shall make the following reports:

18 (a) A report identifying the website location that contains a  
19 list of all grant recipients, sorted by county. This report shall  
20 be provided to each legislator within 1 business day of the  
21 announcement of annual awards by the MCACA.

22 (b) A report to the senate and house of representatives  
23 appropriations subcommittees, the state budget director, and the  
24 fiscal agencies, within 30 days after the MCACA announces the  
25 annual grant awards, that includes all of the following:

26 (i) A listing of each applicant.

27 (ii) The county of residence of the applicant.

28 (iii) The amount requested.

29 (iv) The amount awarded.



(v) The grant category under which an applicant applied.

(vi) A summary of projects funded for each recipient.

(vii) The expected number of patrons for an applicant during the grant period.

(viii) The amount of matching funds proposed by each applicant.

(ix) A listing containing the applicant, county of residence of the applicant, and amount awarded for any regranted funds in the preceding fiscal year.

(c) An annual report to the appropriations subcommittees, the state budget director, and the fiscal agencies is due when materials are first distributed by the MCACA seeking grant applications for the subsequent fiscal year. The report shall contain a summary of any changes in the program guidelines from the previous fiscal year and where the guidelines are located on the department's website.

#### **MICHIGAN HISTORICAL PROGRAM**

Sec. 501. The federal funds appropriated in part 1 for the historic site preservation grants are for work projects and shall not lapse at the end of the fiscal year but shall continue to be available for expenditure until the projects for which the funds were reserved have been completed or are terminated. The purpose of these work projects is the identification, designation, and preservation of historic resources. The method used will be to solicit applications, score applications based upon established criteria, and award subgrants. The department shall execute a grant agreement with each recipient. The total cost is \$85,000.00 and the tentative completion date is September 30, 2008.

1       Sec. 502. Funds collected by the department under sections 6,  
2 7, and 7a of 1913 PA 271, 399.6, 399.7, and 399.7a, are  
3 appropriated to the department for the purposes for which they were  
4 received, are allocated for expenditure upon receipt and may be  
5 carried forward for expenditure in subsequent fiscal years.

6       Sec. 503. For the purposes of administering the museum store  
7 as provided in section 7a of 1913 PA 271, MCL 399.7a, the  
8 department is exempt from section 261 of the management and budget  
9 act, 1984 PA 431, MCL 18.1261.

10       Sec. 505. From the funds appropriated in part 1 for historical  
11 administration and services, \$25,000.00 may be allocated to support  
12 the operations of the Michigan freedom trail commission as  
13 specified in section 4 of the Michigan freedom trail commission  
14 act, 1998 PA 409, MCL 399.84. These funds shall be used to  
15 reimburse commission members, to pay for necessary contractual  
16 services of the commission, and to hire not more than 1.0 FTE  
17 position in the department's Michigan historical center to support  
18 commission operations.

19       Sec. 506. Proceeds in excess of costs incurred in the conduct  
20 of auctions, sales, or transfers of artifacts no longer considered  
21 suitable for the collections of the state historical museum are  
22 appropriated to the department and may be expended upon receipt for  
23 additional material for the collection.

#### 24 25 **LIBRARY OF MICHIGAN**

26       Sec. 601. In order to receive subregional state aid as  
27 appropriated in part 1 to the library of Michigan, a subregional  
28 library's fiscal agency must agree to maintain local funding  
29 support at the same level in the current fiscal year as in the

1   fiscal agency's preceding fiscal year. If a reduction in  
2   expenditures equally affects all agencies in a local unit of  
3   government that is the subregional library's fiscal agency, that  
4   reduction shall not be interpreted as a reduction in local support  
5   and shall not disqualify a subregional library from receiving state  
6   aid under part 1. If a reduction in income affects a library  
7   cooperative or district library that is a subregional library's  
8   fiscal agency or a reduction in expenditures for the subregional  
9   library's fiscal agency, a reduction in expenditures for the  
10   subregional library shall not be interpreted as a reduction in  
11   local support and shall not disqualify a subregional library from  
12   receiving state aid under part 1.

13       Sec. 602. The funds appropriated in part 1 for a subregional  
14   library shall not be released until a budget for that subregional  
15   library has been approved by the department for expenditures for  
16   library services directly serving the blind and persons with  
17   disabilities.